STATE OF IOWA

DEPARTMENT OF COMMERCE

UTILITIES BOARD

IN RE:

INTERSTATE POWER AND LIGHT COMPANY

DOCKET NO. RPU-02-7

ORDER SHORTENING TIME TO REPLY TO MOTION FOR REJECTION OF COMPLIANCE FILING

(Issued November 4, 2002)

On July 15, 2002, Interstate Power and Light Company (IPL) filed with the Utilities Board (Board) proposed gas tariffs, identified as TF-02-424 and TF-02-425. In TF-02-424, IPL is proposing a temporary increase that would produce additional revenue of approximately \$18,640,899. In TF-02-425, IPL is proposing a permanent annual revenue increase of approximately \$20,070,773, or an overall annual revenue increase of 7.2 percent. On October 4, 2002, the Board issued an order setting temporary rates. On October 17, 2002, IPL filed compliance tariffs to implement the temporary rates set by the Board.

On November 4, 2002, Archer Daniels Midland Company (ADM) and Equistar Chemical, LP (Equistar), filed a motion for rejection of the compliance tariffs filed by IPL. ADM and Equistar state that they are the only two Large Contract Demand Transportation customers of IPL and they take service under rate codes 320 and 370. ADM and Equistar state that IPL originally proposed an increase in temporary

rates of 25.49 percent, an allocation of \$348,352.88 of the temporary increase in revenue requirement.

ADM and Equistar then point out that the Board in its October 4, 2002, order approved an increase of approximately 32.7 percent for rate code 320 and 370 customers. The increase in IPL's compliance filing is 34.65 percent. Thus, ADM and Equistar argue that the compliance rates are not consistent with the rates approved by the Board on October 4, 2002.

Subrule 199 IAC 7.5(1) allows 20 days to file an answer to a motion, unless otherwise ordered by the Board. The Board finds that answers to ADM and Equistar's motion should be filed on an expedited basis so that the issue of the appropriate temporary rate increases for rate codes 320 and 370 can be quickly resolved. Iowa Code § 476.6(13) makes the temporary rates effective on the date the Board's order was issued, so if changes are required in the temporary rates they should be ordered as soon as possible.

IT IS THEREFORE ORDERED:

Responses to the "Motion For Rejection Of Compliance Filing" filed by Archer Daniels Midland Company and Equistar Chemical, LP, on November 4, 2002, shall be filed on or before November 12, 2002.

UTILITIES BOARD

	/s/ Diane Munns
ATTEST:	/s/ Mark O. Lambert
/s/ Judi K. Cooper Executive Secretary	/s/ Elliott Smith
41.	

Dated at Des Moines, Iowa, this 4th day of November, 2002.